LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 6947 DATE PREPARED: Dec 18, 1998

BILL NUMBER: HB 1502 BILL AMENDED:

SUBJECT: Regulated boilers and pressure vessels.

FISCAL ANALYST: Beverly Holloway

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FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

Summary of Legislation: This bill specifies exceptions to the definition of "regulated boiler or pressure vessel".

The Boiler and Pressure Vessel Rules Board is allowed to adopt rules and set fees related to regulated boilers and pressure vessels.

The bill specifies exceptions to the use of and licensing of regulated boilers and pressure vessels.

A boiler and pressure vessel inspector licensed by the Office of the State Building Commissioner is required to inspect, issue permits for, and issue orders of violation regarding equipment law for boilers and pressure vessels.

This bill repeals provisions regarding fee schedules for inspections of regulated boilers and pressure vessels and revises internal references.

Effective Date: July 1, 1999.

Explanation of State Expenditures:

Explanation of State Revenues: This bill repeals the existing fee schedules for inspections of regulated boilers and pressure vessels. In FY 98, \$420,638 was collected under the existing fee schedule.

This bill provides that the Boiler and Pressure Vessel Rules Board is to adopt rules and set fees related to regulated boilers and pressure vessels. The fees established under this bill must be equal to fees for the same services in the private regulated boiler and pressure vessel inspection, as determined:

(1) by averaging the schedules of the fees set by private sector providers of boiler and pressure vessel

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inspection to determine the mean average fee; or

(2) when unable to be determined by the formula as stated above, by the Board.

However, the bill provides that the fees may not exceed the actual cost, including overhead, of providing the service. The fiscal impact of this provision is indeterminable and dependent on Board action.

Explanation of Local Expenditures:

Explanation of Local Revenues:

<u>State Agencies Affected:</u> The Boiler and Pressure Vessel Rules Board; Office of the Building Commissioner.

Local Agencies Affected:

<u>Information Sources:</u> Bill Nicholson, Office of the Building Commissioner, (317) 233-4928.

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